

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

SW-03437A

VERDE SANTA FE WASTEWATER COMPANY, INC.
6825 E TENNESSEE AVENUE, SUITE 547
DENVER CO 80224

RECEIVED



ACC UTILITIES DIRECTOR

ANNUAL REPORT
Sewer

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

ANN05	10
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4-25-11

COMPANY INFORMATION

Company Name (Business Name) Verde Santa Fe Wastewater Company, Inc.		
Mailing Address 6825 E Tennessee Avenue, Suite 547		
Denver	CO	80224
(City)	(State)	(Zip)
303-333-1250	303-333-1257	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address jw@pivotalcompanies.com		
Local Office Mailing Address 3225 N Central Avenue		
Phoenix	AZ	85367
(City)	(State)	(Zip)
602-22 7-4792	602-266-9404	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact: Jason Williamson			
<input type="checkbox"/> Management Contact: Jason Williamson President			
(Name)		(Title)	
6825 E Tennessee Avenue, Suite 547	Denver	CO	80224
(Street)	(City)	(State)	(Zip)
303-333-1250	303-333-1257		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address: jw@pivotalcompanies.com			
On Site Manager: Pat Carpenter, A Quality Water			
(Name)			
PO Box 264	Williams	AZ	86046
(Street)	(City)	(State)	(Zip)
(928) 606-0498			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address:			

Statutory Agent: _____			
Incorp		_____	
(Name)			
375 N. Stephanie St. Suite 1411	Henderson	NV	89014
(Street)	(City)	(State)	(Zip)
(702) 866-2500			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: _____			
Jay Shapiro, Fennemore Craig PC			
(Name)			
3003 N Central Avenue, Suite 2800	Phoenix	AZ	85012-2913
(Street)	(City)	(State)	(Zip)
602-916-5366			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address: _____			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input checked="" type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	30,909.00	20,864.00	10,045.00
352	Franchises			
353	Land and Land Rights	45,400.00	0.00	45,400.00
354	Structures and Improvements	108,242.00	18,576.00	89,666.00
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	328,735.00	134,781.00	193,954.00
362	Special Collecting Structures			
363	Services to Customers	73,179.00	30,004.00	43,175.00
364	Flow Measuring Devices	12,958.00	5,569.00	7,389.00
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	812,966.00	303,374.00	509,592.00
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment	5,803.00	2,864.00	2,939.00
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.	4,676.00	2,159.00	2,517.00
394	Laboratory Equipment	630.00	158.00	472.00
395	Power Operated Equipment			
398	Other Tangible Plant	79,507.00	17,557.00	61,950.00
	TOTALS	1,503,005.00	535,906.00	967,099.00

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization	30,909.00	5%	1,545.00
352	Franchises			
353	Land and Land Rights	45,400.00	0	0
354	Structures and Improvements	108,242.00	4%	3,604.00
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	328,735.00	2%	6,575.00
362	Special Collecting Structures			
363	Services to Customers	73,179.00	2%	1,464.00
364	Flow Measuring Devices	12,958.00	10%	1,296.00
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	812,966.00	6%	47,843.00
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment	5,803.00	7%	387.00
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.	4,676.00	5%	234.00
394	Laboratory Equipment	630.00	10%	63.00
395	Power Operated Equipment			
398	Other Tangible Plant	79,507.00	5%	3,975.00
	TOTALS	1,503,005.00		66,986.00

This amount goes on the Comparative Statement of Income and Expense Acct. 403

COMPANY NAME Verde Santa Fe Wastewater Company, Inc.

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	556.00	1,004.00
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	47,058.00	34,801.00
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	397.00	346.00
	TOTAL CURRENT AND ACCRUED ASSETS	48,011.00	36,151.00
	FIXED ASSETS		
101	Utility Plant in Service	1,472,548.00	1,503,007.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	-468,918.00	-535,905.00
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	-1,003,630.00	-967,102.00
	TOTAL ASSETS	1,051,641.00	1,003,253

NOTE: Total Assets on this page should equal **Total Liabilities and Capital** on the following page.

COMPANY NAME	Verde Santa Fe Wastewater Company, Inc.
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BALANCE SHEET (CONTINUED)

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	37,257.00	38,497.00
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	11,924.00	8,644.00
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	14,174.00	11,711.00
	TOTAL CURRENT LIABILITIES	63,355.00	58,852.00
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	0.00	0.00
	DEFERRED CREDITS		
252	Advances in Aid of Construction		
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	978,305.00	978,305.00
272	Less: Amortization of Contributions	-312,162.00	-355,035.00
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	666,143.00	623,270.00
	TOTAL LIABILITIES	729,498.00	682,122.00
	CAPITAL ACCOUNTS		
201	Common Stock Issued	203,658.00	203,658.00
211	Other Paid in Capital		
215	Retained Earnings	118,485.00	117,475.00
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	322,143.00	321,133.00
	TOTAL LIABILITIES AND CAPITAL	1,051,641.00	1,003,255.00

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	451,894.00	453,974.00
522	Measured Revenues	61,570.00	63,005.00
536	Other Wastewater Revenues	21,578.00	11,791.00
	TOTAL REVENUES	535,042.00	528,770.00
	OPERATING EXPENSES		
701	Salaries and Wages	67,851.00	50,703.00
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	26,783.00	12,309.00
715	Purchased Power	36,357.00	37,263.00
716	Fuel for Power Production		
718	Chemicals	5,351.00	7,327.00
720	Materials and Supplies	3,313.00	4,162.00
731	Contractual Services – Professional	2,945.00	4,576.00
735	Contractual Services – Testing	9,561.00	8,324.00
736	Contractual Services – Other	209,072.00	211,093.00
740	Rents	31,055.00	28,467.00
750	Transportation Expense	1,575.00	2,758.00
755	Insurance Expense	3,615.00	7,466.00
765	Regulatory Commission Expense	1,697.00	24,753.00
775	Miscellaneous Expense	78,612.00	92,333.00
403	Depreciation Expense	22,375.00	24,113
408	Taxes Other Than Income		
408.11	Property Taxes	16,662.00	17,089.00
409	Income Taxes	2,655.00	-3,464.00
	TOTAL OPERATING EXPENSES	-519,479.00	529,272.00
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income		
421	Non-Utility Income	1.00	3.00
426	Miscellaneous Non-Utility Expenses	-210.00	
427	Interest Expense	-446.00	-512.00
	TOTAL OTHER INCOME/EXPENSE	-657.00	-509.00
	NET INCOME/(LOSS)	14,906.00	-1,010.00

COMPANY NAME	Verde Santa Fe Wastewater Company, Inc.
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SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

COMPANY NAME	Verde Santa Fe Wastewater Company, Inc.		
Name of System:		Wastewater Inventory Number (if applicable):	105607

WASTEWATER COMPANY PLANT DESCRIPTION
TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Modified extended aeration with nutrient removal treating to Class B+ effluent
DESIGN CAPACITY OF PLANT (Gallons Per Day)	123,800

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
4400 W Hogan Road	2	2	60	1,000
Wastewater Plant Site (influent)	2	15	620	1,814
Wastewater Plant Site (effluent)	2	26	356	4,681
Amante Sewer Lift Station (water plant site)	2	17	65	2,500

FORCE MAINS

Size	Material	Length (Feet)
2-inch	PVC	6,690
4-inch	PVC	1,722
6-inch	PVC	5,447

MANHOLES

Type	Quantity
Standard	154
Drop	

CLEANOUTS

Quantity
31

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Verde Santa Fe Wastewater Company, Inc.
Name of System:	Wastewater Inventory Number (if applicable): 105607

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS			SERVICES		
Size (in inches)	Material	Length (in feet)	Size (in inches)	Material	Quantity
3	PVC	2,265	2	PVC	353
4	PVC	3,651	4	PVC	607
6	PVC	22,954	6	PVC	4
8			8		
10			12		
12			15		
15					
18					
21					
24					
30					

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY
PER WASTEWATER SYSTEM

SOLIDS PROCESSING AND HANDLING FACILITIES	Inlet comminutor, grit chamber and bar screen Sludge digester/settling tank and Driamad 3-bag sludge bagging unit
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Liquid chlorine feed system
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Forced air carbon filtration system in sludge bagging room
STRUCTURES (Buildings, Fences, Etc.)	Block fence around site, and landscaped berm Large operations building and equipment building
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Standby diesel power generator, confined space safety equipment and all necessary laboratory and process control equipment

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Verde Santa Fe Wastewater Company, Inc.
Name of System:	Wastewater Inventory Number (if applicable): 105607

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January	949	2,709,400	87,400
February	936	2,447,200	87,400
March	945	2,870,600	92,600
April	961	2,640,000	88,000
May	946	2,576,100	83,100
June	952	2,409,000	80,300
July	946	2,480,000	80,000
August	939	2,635,000	85,000
September	943	2,430,000	81,000
October	940	2,604,000	84,000
November	939	2,550,000	85,000
December	951	2,697,000	87,000

**PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE
PER WASTEWATER SYSTEM**

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Reuse – golf course
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit Number	P103173
ADEQ Reuse Permit Number	Held by golf course – R105815
EPA NPDES Permit Number	N/A

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	Verde Santa Fe Wastewater Company, Inc.
Name of System:	Wastewater Inventory Number (if applicable): <u>105607</u>

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2- 609.B	Termination with Notice R14-2- 609.C	OTHER
JANUARY				
FEBRUARY				
MARCH				
APRIL				
MAY				
JUNE				
JULY				
AUGUST				
SEPTEMBER				
OCTOBER				
NOVEMBER				
DECEMBER				
TOTALS →		0	0	0

OTHER (description):

COMPANY NAME Verde Santa Fe Wastewater Company, Inc.
YEAR ENDING 12/31/2010

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported <20,662>
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported ~~19,678~~ 9,325
Estimated or Actual State Tax Liability 645

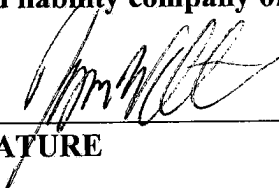
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

4/11/11

DATE

JASON WILLIAMSON

PRINTED NAME

Vice President

TITLE

COMPANY NAME Verde Santa Fe Wastewater Company, Inc.
YEAR ENDING 12/31/2010

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 16,875.30

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF COLORADO
CITY AND COUNTY OF DENVER

I, THE UNDERSIGNED, JASON WILLIAMSON, ^{Vice President} ~~President~~ OF Verde Santa Fe Wastewater Company, Inc., DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

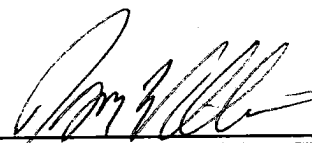
FOR THE YEAR ENDING - 12/31/10

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

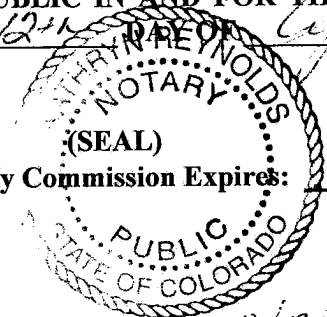
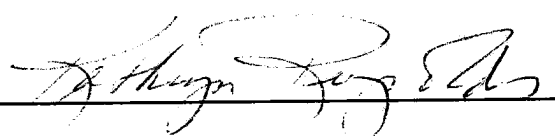


SIGNATURE OF OWNER OR OFFICIAL

303-333-1250

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME, Kathryn Reynolds A NOTARY PUBLIC IN AND FOR THE CITY AND COUNTY OF DENVER, COLORADO, THIS 12th DAY OF April, 20 11.


(SEAL)
My Commission Expires: 2/17/15


My Commission Expires 2/17/15

VERIFICATION
AND
SWORN
STATEMENT
Intrastate Revenues Only
VERIFICATION

RECEIVED
ACC UTILITIES DIRECTOR

STATE OF COLORADO
CITY AND COUNTY OF DENVER

I, THE UNDERSIGNED, JASON WILLIAMSON, Vice President OF VERDE
SANTA FE WASTEWATER COMPANY, INC., DO SAY THAT THIS ANNUAL
UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING – 12/31/10

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS,
PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY
EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND
CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE
PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY
MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE,
INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION
40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE
GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA
INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$) \$ <u>528,770.00</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 0 IN SALES
TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY
OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN
DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL

303-333-1250
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME, A NOTARY PUBLIC IN AND FOR THE CITY
AND COUNTY OF DENVER, COLORADO, THIS 12th DAY OF
NOV, 20 11.

(SEAL)
My Commission Expires: 2/17/15

My Commission Expires 2/17/15

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRSTATE REVENUES ONLY
VERIFICATION

RECEIVED
ACC UTILITIES DIRECTOR

STATE OF COLORADO
CITY AND COUNTY OF DENVER

I, THE UNDERSIGNED, JASON WILLIAMSON, Vice President OF VERDE SANTA FE WASTEWATER COMPANY, INC., DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING - 12/31/10

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only

\$ 528,770.00 453,974⁴²

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 0 IN SALES TAXES BILLED, OR COLLECTED)

**RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

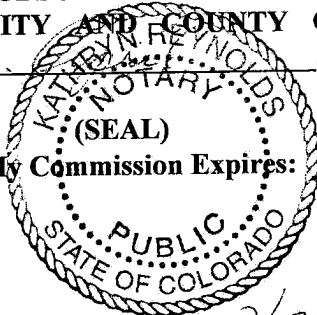

SIGNATURE OF OWNER OR OFFICIAL

303-333-1250

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME, A NOTARY PUBLIC IN AND FOR THE CITY AND COUNTY OF DENVER, COLORADO, THIS 12th DAY OF December, 20 11.

My Commission Expires: 2/17/15



My Commission Expires 2/17/15